- approximately 20 other clients. Is that right?
- 2 A Approximately, yes.
- 3 Q Were any of those other clients -- were you doing
- 4 microwave licensing for any of those other clients at this
- 5 time?
- 6 A Yes.
- 7 Q Okay. Can you just say roughly about what
- 8 fraction of those other clients you were doing microwave
- 9 licensing for?
- 10 A A few.
- 11 Q About five maybe?
- 12 A Probably less than that.
- 13 Q Less than that. Were you doing -- was -- was
- 14 Liberty the most active or your microwave clients? In other
- 15 words, was Liberty generating the most -- most of your
- 16 microwave licensing work during the period?
- 17 A Yes.
- 18 Q Okay.
- 19 JUDGE SIPPEL: I don't want to hurry you, Mr.
- Beckner, but could you move the pace up just a little bit?
- 21 MR. BECKNER: Yes. I'm sorry. I'm looking at all
- 22 these notes, Your Honor. I'm sorry. And I'm trying not
- 23 to -- I mean, I have an outline prepared. But of course,
- Mr. Begleiter covered lots of it in his direct, so I'm not
- 25 going to repeat that.

- JUDGE SIPPEL: So it should be shorter then.
- BY MR. BECKNER:
- Q Do you know if there was ever a time when -- when
- 4 your law firm filed -- well, strike that. During the time
- 5 when you were working for Liberty, was there ever an
- 6 instance where you filed an application for a microwave path
- 7 -- a new microwave path and an STA request for that path at
- 8 the same time?
- 9 A No, I don't recall. But I don't believe so.
- 10 Q Okay. And in your direct testimony, you indicated
- 11 to -- in response to one of the Judge's questions that --
- that it was possible to file an STA for a path even before
- an application had been filed, is that right?
- 14 A That's correct.
- 15 Q Did you ever do that for Liberty during the time
- 16 you were working for them?
- 17 A I don't recall specifically. There may have been
- 18 occasion for that. I know I've done that for other clients
- in other services.
- 20 Q Is there any particular reason why you would file
- 21 the STA request before you filed an application?
- 22 A Simply in the interest of time and for whatever
- justification we had for our request for STA.
- Q Now, you would still have to -- when you requested
- 25 STA, you would still have to do a prior coordination for the

- frequency in the path, wouldn't you?
- 2 A Yes, I believe so.
- Now, you testified in response to Mr. Begleiter's
- 4 question that -- that you ended the practice of having Mr.
- 5 Nourain pre-sign applications in response to a development
- in the case. What development in the case were you
- 7 referring to?
- 8 A This was generally when Peter Price took over
- 9 signing the applications.
- 10 JUDGE SIPPEL: Can you give a month and the year
- 11 on that?
- 12 THE WITNESS: I'm not exactly certain when that
- happened. But I believe it was -- it was in the spring of
- 14 1995.
- BY MR. BECKNER:
- 16 Q Do you know whether or not you or anyone else at
- 17 your firm ever raised an issue with Mr. Nourain about
- whether or not it was a good idea to have him continue --
- 19 engage in a practice of pre-signing blank applications?
- 20 A This was -- this pre-signed application was at the
- 21 request of Mr. Nourain. And it was a practice that existed
- 22 before I got to Pepper & Corazzini.
- 23 Q And I take it that you never discussed the pros
- 24 and cons of that practice with Mr. Nourain while you were
- 25 working for him?

- 1 A I don't recall specifically, no. He was very --
- 2 he was insistent that this was the way it should be done.
- 3 Q You mentioned in your direct testimony that you --
- 4 you had some awareness of these petitions to deny that had
- 5 been filed by Time Warner and I think you said Cablevision
- 6 --
- 7 A Yes.
- 8 Q -- with respect to the applications. When the
- 9 petitions to deny were filed, did you personally receive a
- 10 service copy of the petition?
- 11 A I believe so, yes.
- 12 Q Okay. So would it be fair to say that you were
- following the progress in what was happening to your
- 14 client's applications at the FCC?
- 15 A Yes.
- 16 Q Okay. So that, I think as you testified, Time
- Warner filed a petition to deny in January of '95. You got
- 18 the service copy. You knew about it, the fact that it had
- 19 been filed.
- 20 A Yes.
- 21 Q Now, it's true, is it not, that Time Warner's
- 22 petitions to deny that were filed in January of 1995 were
- 23 not limited to just those paths -- well, let me just back up
- 24 a second. You testified with respect to the so-called
- 25 hardwired paths that -- that the applications for those

- 1 paths disclosed to the Commission the fact that they were to
- 2 replace cable interconnections. Is that what you said in
- 3 your direct?
- A Could you repeat that again? It wasn't --
- 5 Q Okay.
- 6 A -- clear to me.
- 7 Q In your direct testimony, you discussed the fact
- 8 that some of Liberty's microwave path applications were
- 9 filed for paths to replace cable connections to the same
- 10 building. In other words, they had already -- they were
- serving the building with the cable and they wanted to be
- able to serve that building with the microwave link. And so
- they filed an application for that link with the FCC,
- 14 correct?
- 15 A I believe so although I can't really -- I don't
- 16 really know whether they were actually going to replace them
- 17 or not.
- 18 Q Well, the question I wanted to ask you was is with
- respect to those applications -- and you prepared them, did
- 20 you not?
- 21 A Yes.
- Q Okay. With respect to those applications, at the
- time that they were filed, do you know whether or not they
- 24 indicated to the FCC that these paths were designed to
- replace existing cable interconnections of the building?

- 1 A There was an exhibit that identified the fact that 2 these certain paths were being hardwired -- served through
- 3 hardwire.
- 4 Q Now, were those applications only for paths that
- 5 were to replace existing hardwire connections or did they
- 6 also include paths for new -- new -- new buildings that were
- 7 not served before at all?
- 8 A I don't recall specifically. It's possible.
- 9 Q All right. And when you received the Time Warner
- 10 Cable petitions to deny that you said you got, did you
- 11 notice whether or not they were directed only to some of the
- paths for which Liberty had applied or were they directed to
- 13 all of them?
- 14 A I believe the caption identified the fact that
- they were directed to all of them. I mean, they had -- the
- 16 caption identified the file number.
- 17 O Okay. Now, the -- this -- the petitions to deny -
- 18 the service copies of the petitions to deny that you
- 19 received in your office, do you know whether or not copies
- of those documents were forwarded to anyone at Liberty?
- 21 A Yes, I believe that -- I believe so.
- Q Okay. And to whom were they forwarded?
- 23 A I don't recall if I forwarded them myself
- 24 specifically or if other members in my firm might have done
- 25 that.

- Q Well, do you know who at Liberty was sent these things?
- 3 A Not specifically, no.

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- Q And I take it that you didn't have any particular standing instruction from a partner who was supervising you to the effect that a particular person at Liberty should get
- 8 A Well, yes. Obviously, the client needs to know 9 what's going on with their applications. But the issue of the hardwire was not what I was working on.

copies of everything filed in these cases.

- 11 Q No, I'm just talking generally, you know, about a
 12 petition to deny that came in against an application that
 13 was filed. Regardless of what was in the petition, I'm just
 14 trying to find out if you had a standard policy of the firm
 15 to send a particular individual at Liberty a copy of that
 16 paper?
 - A They had never been petitioned against before. I mean, certainly you want to let the client know that his applications have been petitioned against. But there was no standing -- there was no standing rule to send this to any one particular person at Liberty as far as I was aware of.
- Q And I take it that you don't know what person at Liberty these things were sent to?
- 24 A I can -- yes, not without speculating.
- JUDGE SIPPEL: Did you ever send any of these

- petitions to Liberty yourself?
- 2 THE WITNESS: I don't recall specifically. It's
- 3 possible that I may have. But, no, I don't believe I did.
- 4 JUDGE SIPPEL: You don't think you did?
- 5 THE WITNESS: No.
- JUDGE SIPPEL: Who at the firm was handling the
- 7 petitions?
- 8 THE WITNESS: Howard Barr.
- 9 JUDGE SIPPEL: Okay.
- 10 BY MR. BECKNER:
- 11 Q And was Howard Barr the billing attorney --
- 12 billing partner on -- for this client?
- 13 A I don't believe he was partner at that time. But
- 14 he supervised me, yes.
- Okay. Now, in any of the conversations that you
- 16 said you had with Mr. Nourain, did you -- did either of you
- 17 make any kind of reference to the fact that -- and again,
- 18 prior to April 1995 -- to the fact that -- that these
- 19 petitions to deny were coming in from Time Warner?
- 20 A Yes.
- Q Okay. Do you recall who made that reference? Was
- it your or Mr. Nourain?
- 23 A I don't recall who -- who said what first. But I
- 24 understood that Mr. Nourain knew about the petitions from
- 25 what he said.

- 1 Q Okay. And was that something that the two of you
- 2 discussed back and forth?
- 3 A Yes.
- 4 Q And did you -- did you discuss what effect, if
- 5 any, those petitions would have on the timing of -- of the
- 6 grant of Liberty's applications?
- 7 A Yes.
- 8 Q And what did you tell -- what did you tell Mr.
- 9 Nourain about that?
- 10 A I don't recall what I told Mr. Nourain
- 11 specifically. But I would -- I would have said that, you
- 12 know, these -- these applications have been petitioned
- 13 against. They won't be granted until -- until the issue is
- 14 resolved.
- 15 Q Do you remember having that kind of a conversation
- with Mr. Nourain, say, in January of 1995; in other words,
- shortly after the petitions had been filed?
- 18 A I don't recall specifically. It's possible.
- 19 Q And do you recall in any discussion that you had
- 20 prior to mid-April 1995 with Mr. Nourain about these
- 21 petitions whether or not -- and about the effect on timing
- 22 whether or not either of you mentioned anything about STAs
- 23 or STA requests?
- 24 A No.
- 25 Q And did you ever ask Mr. Nourain whether or not he

- wanted you to file STA requests for these paths?
- 2 A No, because it was my understanding that getting
- 3 an STA for these paths would -- would certainly be
- 4 extraordinary. There are not too many circumstances where
- 5 with the way that Time Warner and Cablevision had petitioned
- 6 against the applications, that I believed that we could even
- 7 obtain STA.
- 8 Q Okay. So your belief was is that if -- if the
- 9 problem was that Time Warner and Cablevision had petitioned
- 10 to deny these applications, and that was going to cause a
- delay in the processing of the applications, filing an STA
- request was not a solution to that problem as far as you
- were concerned.
- 14 A At that time, that's correct.
- 15 Q But you discussed none of this with your client in
- this time period prior to April '95?
- 17 A None of this with Mr. Nourain. Well, I don't
- 18 believe so, no.
- 19 Q Did you discuss it with anyone else at Liberty
- 20 other than Mr. Nourain?
- 21 A No.
- Q Did you have occasion to speak with anyone else at
- 23 Liberty other than Mr. Nourain during the period from when
- you started doing work for Liberty up until let's say mid-
- 25 April of 1995?

- 1 A Generally no.
- Q Well, I mean at any time?
- 3 A No.
- JUDGE SIPPEL: Something's missing here. You say
- 5 you had formulated -- you had come to the conclusion that
- 6 the STAs would render an impractical way to go because of
- 7 the petitions?
- 8 THE WITNESS: Yes.
- JUDGE SIPPEL: Well, what was it specifically
- about what was in the petitions that prompted you to reach
- 11 that conclusion?
- 12 THE WITNESS: I don't recall specifically. But
- 13 I -- in my experience, I don't ever recall a situation where
- when an application has been petitioned against, unless you
- 15 have -- unless you have extraordinary reasons for doing so,
- 16 you could -- you could obtain an STA.
- JUDGE SIPPEL: Yes, but I mean if you're talking -
- 18 you're talking to Mr. Nourain about this, right? I mean,
- 19 he's your client. You're talking to about this and the
- 20 question of STAs comes up. And you're telling him that,
- 21 well, I don't think that they're going to work because of
- these petitions. Is that what you're telling him?
- 23 THE WITNESS: If I had occasion to talk to him
- 24 about that, yes, I probably would have --
- JUDGE SIPPEL: Well, I thought I heard you saying

- 1 that you did.
- THE WITNESS: Yes.
- JUDGE SIPPEL: Well, I mean --
- 4 MR. BEGLEITER: Your Honor, I don't believe that's
- 5 correct. I don't believe he testified that he had a
- discussion about STAs with Mr. Nourain. I mean, the record
- 7 will -- will verify that. But I don't believe he testified
- 8 to that, Your Honor. You could ask him again.
- JUDGE SIPPEL: Isn't that what your testimony is?
- 10 THE WITNESS: Well, I mean, prior to the memo --
- 11 JUDGE SIPPEL: The memo being what, April or --
- 12 THE WITNESS: The April 28th memo -- I didn't
- really have occasion to speak about STAs with Mr. Nourain.
- JUDGE SIPPEL: Well, is that your recollection or
- is that what you're --
- 16 THE WITNESS: That's my recollection.
- JUDGE SIPPEL: You have -- your recollection is
- 18 that you never talked to Mr. Nourain about STAs before April
- 19 of 1995?
- 20 THE WITNESS: No. About any STAs for paths that
- 21 were pending that were subject to Time Warner's petition to
- 22 deny. I mean, I certainly talked to him about STAs that I
- 23 had filed when I -- between June and, say, January, the STAs
- 24 that I was renewing for Liberty.
- JUDGE SIPPEL: When you say June to January, what

- 1 year -- what time frame?
- 2 THE WITNESS: '94 to '95.
- JUDGE SIPPEL: From June to January, there were
- 4 some pending STAs that you talked to him about.
- 5 THE WITNESS: There were STAs that I filed
- 6 renewing STAs that had been previously granted and then they
- 7 would expire at various times. I would renew the STAs.
- JUDGE SIPPEL: All right, but there were no
- 9 petitions that were pending that would affect those, is that
- 10 right?
- 11 THE WITNESS: That's correct.
- 12 JUDGE SIPPEL: All right. And when did the
- 13 petitions start to get filed?
- 14 THE WITNESS: The petitions were filed some time
- in January.
- JUDGE SIPPEL: Of 1995?
- 17 THE WITNESS: '95, yes.
- 18 JUDGE SIPPEL: Okay. And you new about that?
- 19 THE WITNESS: Yes.
- JUDGE SIPPEL: And the context of your discussions
- 21 between January of '95 and April of '95 -- April 28th or
- 22 thereabouts -- it is your recollection that you had no
- occasion to discuss those petitions or STAs as a -- as a --
- 24 as an unworkable procedure --
- 25 THE WITNESS: I may --

- JUDGE SIPPEL: -- but no -- let me finish my
- 2 question. You had no -- your recollection is is that you
- 3 had no conversations with Mr. Nourain about either of those
- 4 two subjects between January of '95 and April of '95?
- 5 THE WITNESS: Now I'm getting confused. But I
- 6 believe --
- JUDGE SIPPEL: I don't want you to answer the
- 8 question if you're confused. No, that's not fair to you at
- 9 all. What is it that you don't understand?
- 10 THE WITNESS: Well, I think I understand it now.
- 11 I may have had --
- JUDGE SIPPEL: Well, let's make sure you
- 13 understand it.
- 14 THE WITNESS: Okay.
- JUDGE SIPPEL: Do you know what I'm asking? Why
- 16 don't you put it in your own words what I'm asking you.
- 17 THE WITNESS: What you're asking me is whether or
- not I had discussions with Mr. Nourain about the petitions
- to deny and any STAs in the time period of January to April
- 20 of 1995.
- JUDGE SIPPEL: Well, let's just break it down one
- 22 at a time. What about the petitions to deny?
- 23 THE WITNESS: Certainly. I had --
- JUDGE SIPPEL: You did?
- 25 THE WITNESS: Yes.

1	JUDGE SIPPEL: What did you tell him about it?
2	THE WITNESS: I mean, I didn't I don't recall
3	specifically what I told him about it, but I remember that
4	in any of these discussions, he would acknowledge that he
5	knew about them.
6	JUDGE SIPPEL: Well, that's not answering the
7	question really. What is your recollection as to what you
8	told Mr. Nourain about the petitions to deny?
9	THE WITNESS: I can't recall specifically. But I
10	believe I would have told him that they would have delayed
11	any grant in the in the grant of an application.
12	JUDGE SIPPEL: That would be it and nothing more.
13	THE WITNESS: Yes.
14	JUDGE SIPPEL: There's a petition. The petition's
15	going to hinder the grant of an STA.
16	MR. BEGLEITER: Your Honor, the grant of a license
17	is what he said, Your Honor.
18	JUDGE SIPPEL: The grant of license, thank you.
19	THE WITNESS: Yes.
20	JUDGE SIPPEL: And that would have been the end of
21	the discussion?
22	THE WITNESS: Yes. I mean, generally these
23	discussions were I don't believe I ever spoke to him

specifically for the purpose of discussing the petitions to

deny because from what I could tell, he already knew about

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- 1 them.
- JUDGE SIPPEL: What prompted you to think that he
- 3 already knew about them?
- THE WITNESS: He would say, you know, oh, yes, the
- 5 I-block -- the I-block situation.
- 6 JUDGE SIPPEL: So all the petitions to deny that
- 7 you talked about had to do with the I-block?
- 8 THE WITNESS: That's all there were at that time,
- 9 yes.
- JUDGE SIPPEL: Well, what about the -- what about
- 11 the -- I hear what you're saying. And that's -- so you're
- 12 assuming that he knew about that.
- 13 THE WITNESS: Yes.
- 14 JUDGE SIPPEL: And that's -- that goes all the way
- 15 back to -- to -- I mean, your frame of mind along these
- lines was -- was formulated in January of '95 -- in or about
- January of '95. This is not something that popped up in
- 18 April.
- 19 THE WITNESS: Right.
- 20 JUDGE SIPPEL: Okay. So you didn't feel -- well,
- 21 you just never had occasion to get into detail with him --
- 22 THE WITNESS: That's correct.
- JUDGE SIPPEL: -- on what was contained in the
- 24 petitions. Is that --
- THE WITNESS: Yes.

- 1 JUDGE SIPPEL: The specific allegations.
- THE WITNESS: That's correct.
- JUDGE SIPPEL: Now, what about with respect to
- 4 STAs? Did that subject ever come up?
- 5 THE WITNESS: From what I recall, that subject
- only came up in conjunction with the April 28th memo. I
- 7 mean, the subject of STAs had come up from -- previously in
- 8 conjunction with my filing renewal STAs for applications
- 9 that had been pending prior to 1995. But with respect to
- any of the applications that had been pending that had been
- 11 petitioned against by Time Warner from June -- or roughly
- June '95 on, no, I don't believe I've had any discussion
- with Mr. Nourain about STAs until just prior to the April
- 14 28th memo.
- JUDGE SIPPEL: Were you -- was your advice to Mr.
- Nourain with respect to -- well, forget it. I can't ask
- 17 that question. That's all I have for right now on this. I
- 18 may come back to it. Go ahead.
- 19 BY MR. BECKNER:
- 20 Q All right. Mr. Lehmkuhl, I want to just go back
- on a couple of things that were raised in your questions and
- 22 answers with the Presiding Judge. First, when you were
- 23 discussing, you know, the I-block situation -- is that Mr.
- Nourain's term for the petitions to deny?
- 25 A Yes.

- Q Okay. Now, you in fact had read the petitions to deny, had you not?
- 3 A Yes.
- 4 Q And you understood that the argument that Time
- 5 Warner was making was that Liberty was using coaxial cables
- 6 to interconnect buildings that were not commonly owned in
- 7 violation of federal law among other things -- the
- 8 Communications Cable Act -- or the Cable Communications
- 9 Policy Act of 1994?
- 10 A I believe those were the allegations, yes.
- 11 Q Okay. And the -- 1984, I beg your pardon. And
- 12 that the argument that Time Warner was making was is that
- this disqualified Liberty as an OFS applicant for any path,
- 14 not just a path that was designed to replace one of these
- 15 coaxial cable interconnections. Is that correct?
- 16 A As I recall, I believe that was the -- yes, I
- 17 believe that was --
- 18 Q And that was your understanding at the time?
- 19 A Yes.
- 20 Q Okay. So that when -- as far as you were
- 21 concerned, when someone said -- referred to Time Warner's
- 22 petitions to deny, and you said, well, that concerned the I-
- 23 block situation, it was -- the petition was based on the I -
- what -- Liberty's so-called I-block practice, but it was
- 25 directed at any Liberty application for a microwave path

- that was filed, not just the ones that were filed --
- 2 A That's correct. And as I said --
- 3 Q -- for I-block replacements.
- JUDGE SIPPEL: Wait, wait. Let him finish his --
- 5 BY MR. BECKNER:
- 6 Q Not just the ones that were filed to replace cable
- 7 connections.
- 8 A I believe so. I mean, it -- if you -- like I
- 9 testified earlier, if you look at the caption of the -- of
- 10 the pleading that Time Warner filed, it identified the file
- 11 number of the application, not any specific path.
- 12 Q In your discussions with Mr. Nourain about the
- 13 likely effect on Liberty's microwave applications that these
- 14 petitions might have, did you limit the -- the delaying
- 15 effect that you talked about with Mr. Nourain to just those
- applications that were filed to replace cable connections
- 17 that Liberty already had?
- 18 MR. BEGLEITER: I object to the question, Your
- 19 Honor. It's -- it's complex. It's compound. And it -- and
- 20 the Witness has already testified as to the conversation he
- 21 had with Mr. Nourain on this subject through Mr. Beckner's
- 22 questioning.
- JUDGE SIPPEL: All right. Well, we've had a few
- of these kinds of complex questions before. Do you
- 25 understand the question?

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- 1 THE WITNESS: I may have, but --
- JUDGE SIPPEL: Why don't you rephrase it?
- 3 MR. BECKNER: All right.
- 4 JUDGE SIPPEL: I'll sustain the objection.
- 5 BY MR. BECKNER:
- 6 Q You testified previously that you believe that you
- 7 advised Mr. Nourain that the effect of Time Warner's
- 8 petitions to deny on Liberty's pending microwave
- 9 applications would be to delay the processing of those
- 10 applications. Is that correct?
- 11 A Yes.
- 12 Q All right. When you gave him that expression of
- your opinion, did you limit it to only those applications
- 14 that had been filed to replace coaxial cable connections or
- did it apply to all the applications in the way that you
- 16 expressed it to Mr. Nourain?
- 17 A The way I expressed it to Mr. Nourain was that it
- applied to all the applications. I mean, not to any
- 19 specific path.
- 20 JUDGE SIPPEL: All right. And that advice, just
- 21 following up -- and that advice was -- just following up on
- 22 that specific question -- that was -- that was your -- was
- 23 that -- how long was that type of advice from your knowledge
- 24 and understanding imparted to Mr. Nourain?
- THE WITNESS: Once or twice.

- JUDGE SIPPEL: Well, what's the -- what's the time
- frame we're talking about? I mean, starting when? Starting
- when, about the time that the petitions were filed back in
- 4 January?
- 5 THE WITNESS: Well, I would -- I would say between
- 6 -- between January 1995 and my memo of April 28th of '94.
- JUDGE SIPPEL: Wait a minute.
- 8 THE WITNESS: I'm sorry, of '95.
- JUDGE SIPPEL: Good. Go ahead, Mr. Beckner.
- 10 MR. BECKNER: All right.
- 11 BY MR. BECKNER:
- 12 Q Now, in the various conversations that you had
- 13 with Mr. Nourain about these applications that -- that
- 14 you've testified took place over the whole period of June
- 15 '94 through let's say the middle of April '95, did -- were
- 16 there times when he indicated to you a sense of urgency that
- an application be filed or that it be granted; you know, any
- particular times that you remember where he said, well,
- we've really got to get this one done fast or anything like
- 20 that?
- A Not those words, but yes.
- 22 Q And was that -- was that something that he
- consistently expressed or was it only occasionally that he
- 24 was really -- expressed a sense of urgency about an
- 25 application?

- 1 A I don't recall specifically. I would say maybe
- 2 more than occasionally but certainly not all the time.
- Q All right. When -- when I asked you earlier about
- 4 whether or not you discussed with Mr. Nourain the
- 5 advisability of his signing these applications in blank, I
- 6 think you used the word -- the adjective that he was
- 7 insistent that -- that this practice be continued.
- 8 A Insistent may have been too strong a word. But it
- 9 was definitely at his suggestion.
- 10 Q And -- and you understood that he wanted to
- 11 continue that practice.
- 12 A Yes.
- 13 Q But -- but you -- can you remember anything else
- 14 about a conversation you might have had with him about the
- practice of his signing in blank, again, prior to April of
- 16 1995?
- 17 A I remember one vaguely, yes.
- 18 Q What do you remember about that one?
- 19 A This was a meeting where he had come down. I was
- 20 brand new at the time. He had come to Pepper & Corazzini
- 21 and explained to me about the Liberty system. And he also -
- before he left, he had said -- he had said could you give
- 23 me some blank applications so I can sign them while I'm
- 24 here.
- Q And what did you say to him?

- 1 A I don't recall specifically what I said. But he
- 2 signed the blank applications before he left.
- 3 Q Well, you don't recall specifically. Did you say
- 4 something like, well, that's not a good idea or you're not
- supposed to do that, or did you just say, wait a minute, let
- 6 me get some and then you can sign them?
- 7 A I don't recall what I did. I was brand new at the
- 8 time. This was within a week or two after I started.
- 9 Q Do you recall being surprised that he was making
- 10 this request of you?
- 11 A A little.
- 12 Q Yes. But you don't know whether you expressed
- that surprise to him?
- 14 A No, I don't because -- I had known at the time
- 15 that this was a practice I believe -- that this had been --
- that this was a standard practice. In fact, I think he had
- 17 told me that this was standard -- standard procedure at this
- 18 time.
- 19 Q Okay.
- JUDGE SIPPEL: Well, wait, whose standards are we
- 21 talking about? The standards of the company, the standards
- of -- his personal standards or the standards of the
- 23 industry? What was he talking about?
- 24 THE WITNESS: The procedure with Pepper &
- 25 Corazzini. I mean, I wasn't there before I started

- obviously. But apparently, it had been a practice where Mr.
- Nourain would sign these applications in blank.
- JUDGE SIPPEL: Did you check with other people at
- 4 the firm to find that out?
- 5 THE WITNESS: Yes.
- JUDGE SIPPEL: And they said that's okay?
- 7 THE WITNESS: Yes.
- 8 JUDGE SIPPEL: All right. Now, did -- before
- 9 you -- at the time that you were assigned -- excuse me. I'm
- 10 going to just -- I just have a few questions here.
- MR. BECKNER: Go ahead, Your Honor.
- JUDGE SIPPEL: The -- the --
- MR. BECKNER: It's your proceeding.
- 14 JUDGE SIPPEL: The -- when you were given the file
- 15 -- when you first came to -- or when you were given the file
- 16 by -- by your superiors at the law firm; that is, you were
- 17 given the Liberty account, did you -- did you sit down
- 18 with -- with people senior to you both at the firm -- did
- 19 you meet with the client and work out some kind of way in
- 20 which you were going to handle this work or --
- 21 THE WITNESS: I met with the attorney who I
- 22 replaced. And she showed me the procedures and told me
- 23 about -- I mean, we may have discussed any particular -- any
- 24 particular things about Liberty that I should have known,
- you know, to represent them. But, yes, it was basically

- with the person who -- who I was replacing and taking this
- 2 account over from.
- JUDGE SIPPEL: All right. But that would be --
- 4 that would be a co-equal of yours in a sense, right? That
- 5 would be somebody --
- THE WITNESS: In a sense, yes.
- JUDGE SIPPEL: Is there any -- is there any --
- 8 well, I don't want to use the word -- use the right words
- 9 here. But what I'm trying to get at is was there any -- any
- 10 attempt or effort to work out some kind of a -- at least a
- being sensitive to the problem that could arise if there are
- unauthorized activations? I mean, here you're going to have
- all these files; you're going to have all this coming out
- 14 you very quickly -- relatively quickly.
- I mean, as I'm seeing it, it's coming quickly.
- 16 Maybe to you, it's not. But you're getting -- yes, you're
- 17 agreeing with me. And you have all these pre-signed
- 18 applications and things are moving at a fairly rapid pace, I
- 19 mean, did it come to anybody's mind to say that, you know,
- 20 maybe we ought to just think about what might happen if --
- 21 if Mr. Nourain gets ahead of himself?
- 22 THE WITNESS: I don't recall -- I don't recall
- 23 that. I would have to say, you know, that this -- that
- Liberty was a longstanding client with the firm. I had no
- 25 reason to question, you know, what the procedures were at